Franchise Tax Board

SUMMARY ANALYSIS OF AMENDED BILL

Author:	Figueroa	Analyst:	Nicole Kwo	า	Bill Number:	SB 577	
Related Bills:	See Prior Analy	/sis Telephone:	845-7800	Amended Date:	August 25, 2	2005	
		Attorney:	Patrick Kus	ak Sponsor:			
SUBJECT: State Government Operations Accountability/State Agencies Participate To Maximum Extent Feasible In Cal-Card Program, Use State Contract & Procurement Registration System & Utilize CalATERS							
	DEPARTMENT AMENDMENTS ACCEPTED. Amendments reflect suggestions of previous analysis of bill as introduced/amended						
	_ AMENDMENTS IMPACT REVENUE. A new revenue estimate is provided.						
	AMENDMENTS DID NOT RESOLVE THE DEPARTMENTS CONCERNS stated in the previous analysis of bill as introduced/amended						
	FURTHER AMENDMENTS NECESSARY.						
	DEPARTMENT POSITION CHANGED TO						
\/	REMAINDER OF PREVIOUS ANALYSIS OF BILL AS AMENDED <u>May 31, 2005</u> , STILL APPLIES.						
	OTHER – See comments below.						
SUMMARY							
This bill would place certain duties and responsibilities on state agencies to promote fiscal responsibility.							
SUMMARY OF AMENDMENTS							
The August 25, 2005, amendments made the following changes:							
 Eliminates the requirement for the Department of Finance, in consultation with the Franchise Tax Board and the State Board of Equalization, to submit to the Legislature a report on the effectiveness of tax expenditures. Requires all state agencies to utilize the California Automated Travel Expense Reimbursement System (CalATERS) by July 1, 2008, rather than by January 1, 2008. Eliminates the requirement for state agencies that enter into contracts for services to annually report to the Legislature on or before March 31 that 1) all efforts made by the agency to determine that the services cannot be comparably performed by existing state employees, and 							
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Senate Bill 577 (Figueroa) Amended August 25, 2005 Page 2

- 2) all efforts made to comply with the state's standards for the use of personal services and the acquisition of goods or services.
- Requires all state agencies to consider whether an owner controlled insurance program may reduce costs without risking performance or completion for all construction projects beginning after January 1, 2006.

The amendments also made other changes that would not impact the department. The remainder of the department's analysis of the bill as amended May 31, 2005, still applies.

POSITION

Pending.

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